GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

Industries & Commerce Department - Proposal of M/s. Dalmia Cement (Bharat) Limited (DCBL) for expansion of existing Integrated Cement production plant at Kadapa, from 3.6 MTPA to 7.23 MTPA (100% expansion) - Extension of certain incentives - Orders - Issued.

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INDUSTRIES & COMMERCE (P&I) DEPARTMENT

G.O.MS.No.40 Dated:25.03.2025

Read the following:

1. From the Executive Director, M/s Dalmia Cement (Bharat) Limited (DCBL), Proposal: dated.12.12.2024.
2. Minutes of the 7th State Investment Promotion Committee meeting held on 18.02.2025.
3. Minutes of the 4th State Investment Promotion Board meeting held on 13.03.2025.

ORDER:

In the reference 1st read above, M/s. Dalmia Cement (Bharat) Limited (DCBL) have proposed for expansion of their existing Integrated Cement production plant at Kadapa, from 3.6 MTPA to 7.23 MTPA (100% expansion) with total investment of INR 2,883.77 Cr with committed employment of 354 persons. The expansion project is proposed within the existing land owned by DCBL at Chinnakomerla and Dugganpalli villages, Mylavaram Mandal, Kadapa District.

2. The timelines given by the firm for their expansion project is as follows.

Activity	Timeline
Pre-project activities	Starts from December 2024
Project Initialization phase	April 2025
Project implementation phase	April 2025 to March 2027
Date of Commencement of Production	April 2027

3. Accordingly, M/s. Dalmia Cement (Bharat) Limited (DCBL) have requested for the following Fiscal incentives for their proposed expansion for Rs.2,883.77Cr as per AP IDP (4.0) 2024-29 policy.

a. 50% capital subsidy on total investment, disbursed in 10 years.
b. 100% reimbursement of royalty on mined minerals, for 5 years.

4. Accordingly, the proposal from Director of Industries was placed before the State Investment Promotion Board (SIPB) meeting held on 13.03.2025 with recommendations of State Investment Promotion Committee (SIPC) in its meeting held on 18.02.2025. The SIPB after detailed discussion, has recommended to place their recommendations on the proposal of M/s Dalmia Cement (Bharat) Limited, for expansion of existing Integrated Cement Production Plant from 3.6 MTPA to 7.23 MTPA at Chinnakomerla and Dugganpalli villages, Mylavaram Mandal, Kadapa District, with Fixed Capital Investment of INR 2,883.77 Cr.

(p.t.o.)

5. Government, after careful consideration of the decision of the State Investment Promotion Board, hereby extend certain incentives to M/s. Dalmia Cement (Bharat) Limited (DCBL) for expansion of existing Integrated Cement Production Plant from 3.6 MTPA to 7.23 MTPA at Chinnakomerla and Dugganpalli villages, Mylavaram Mandal, Kadapa District.

a. Capital subsidy of 35% of Fixed Capital Investment, to be disbursed **over a period of 10 years** from commissioning, subject to the cap of INR 100.93 Cr per year.

b. 100% reimbursement of royalty on mined minerals for a **period of 5 years** from commissioning, subject to the cap of INR 46.87 Cr per year.

6. The above incentives shall be made applicable subject to company adhering to the definite time lines for implementation of the Mega project and investment and employment commitment from the company as per the proposal submitted.

7. The Special Chief Secretary/Principal Secretary/Secretary of the concerned departments such as Power, Water Resources Department, Industry and Commerce (CIP), Skill Development Department, Revenue (Land, Registration and Stamps), Finance Department and other departments concerned are requested to take further necessary action accordingly, duly instructing their Head of Departments and Public Sector Undertakings under them for expeditious grounding and implementation of the project.

8. The Vice Chairman & Managing Director, Andhra Pradesh Industrial Infrastructure Corporation Limited, Mangalagiri and the Director of Industries, Andhra Pradesh shall take further necessary action accordingly in coordination with the line Departments.

9. As envisaged under the Andhra Pradesh Industrial Development Policy (4.0) 2024-29, the Director of Industries shall assign the handholding for facilitations of all the inputs as required for expeditious grounding and implementation of this project to a senior level officer and should try to ensure that the project is implemented as per the expected timelines, duly facilitating the required approvals and clearances under the Single Desk Portal 2.0 and duly implementing the project as per the intended spirit of the Speed of Doing Business.

10. The Director of Industries, A.P., Mangalagiri and the CEO, APEDB should ensure that the PMU with the Department and the PMG under the GAD monitors the progress of the project, duly bringing the issues that are to be resolved, to the respective line departments, from time to time and

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resolve the issues and intimate the status of the progress of the project to the Government from time to time and bring the issues for resolution at the government end, if any, for smooth execution of the project.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

N.YUVARAJ
SECRETARY TO GOVERNMENT

To
The Vice Chairman & Managing Director, APIIC Ltd., Mangalagiri.
The Director of Industries, A.P., Mangalagiri.
The CEO, AP Economic Development Board (AP-EDB), GoAP
The Executive Director, M/s. Dalmia Cement (Bharat) Limited (DCBL)
The Special CS/Principal Secretary/Secretary of the concerned department viz,
The Revenue (Land, Registration and Stamps) Department,
The Finance Department,
The PR&RD Department,
The MA&UD Department,
The EFS&T Department,
The Energy Department,
The Water Resource Department,
The Transport, Roads and Buildings Department,
The Skill Development Department,
The Infrastructure and Investment Department,
The Industry and Commerce (Mines-II) Department.
The Collector & District Magistrate, Y.S.R. Kadapa District.

Copy to:
The Finance (FMU-I&I, Energy and I&C) Department.
The Revenue (CT) Department.
The Law (H) Department
The Accountant General, Vijayawada, Andhra Pradesh.
The Chief Commissioner of Taxes, Andhra Pradesh.
The P.S. to Secretary to Chief Minister.
The P.S. to Hon'ble Minister (Ind. &Comm. Food Processing).
The P.S. to Chief Secretary to Government of Andhra Pradesh.
The P.S. to Secretary to Government & CIP, Industries& Commerce Dept.,
The G.A. (Cabinet.I) Department.
SC/SF.

//FORWARDED::BY ORDER//

SECTION OFFICER